State of South Dakota

EIGHTY-FIRST SESSION LEGISLATIVE ASSEMBLY, 2006

159M0620

SENATE BILL NO. 191

Introduced by: Senators Greenfield, Abdallah, Bartling, Bogue, Duniphan, Gant, Kloucek, Koetzle, McNenny, Moore, Olson (Ed), Sutton (Dan), and Sutton (Duane) and Representatives Willadsen, Boomgarden, Brunner, Elliott, Faehn, Garnos, Halverson, Hennies, Jensen, Klaudt, McCoy, Pederson (Gordon), Putnam, Rausch, and Sebert

- 1 FOR AN ACT ENTITLED, An Act to permit certain organizations to conduct card game
- 2 tournaments.
- 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF SOUTH DAKOTA:
- 4 Section 1. That chapter 22-25 be amended by adding thereto a NEW SECTION to read as
- 5 follows:
- As used in this chapter, a card game tournament, means an organized card game in which
- a player pays a buy-in which permits a player to engage in competitive play against other
- 8 players. For the purposes of this section, a buy-in, means an advertised entry fee paid by each
- 9 player to participate in the card game tournament. Before a card game tournament begins, the
- organization shall post a notice containing the rules; the prescribed number of chips, if any, to
- be received by each player; the value of the chips, if any; the places which will be declared
- winners; and the amount or percentage of prize money to be disbursed. The amount of prize
- money disbursed, however, may not exceed seventy-five percent of the total amount paid by the
- players for the buy-in fee.



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- 1 Section 2. That § 22-25-25 be amended to read as follows:
- 2 22-25-25. The game, bingo, as defined in § 22-25-23, card game tournament as defined in
- 3 section 1 of this Act, or lottery, as defined in § 22-25-24, may not be construed as gambling or
- 4 as a lottery within the meaning of § 22-25-1, if:

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- 5 (1) The bingo game, card game tournament, or lottery is conducted by a bona fide 6 congressionally chartered veterans' organization; a religious, charitable, educational, 7 or fraternal organization; a local civic or service club; a political party; a volunteer 8 fire department; or a political action committee or political committee on behalf of 9 any candidate for a political office which exists under the laws of the State of South 10 Dakota;
 - (2) The proceeds therefrom do not inure to the benefit of any individual;
 - No separate organization or professional person is employed to conduct or assist with (3) the bingo game, card game tournament, or lottery or assist therein;
- 14 (4) No compensation of any kind in excess of the state minimum wage per hour or sixty 15 dollars, whichever is greater, in value is paid to any person for services rendered 16 during any bingo session in connection with the conduct of the bingo game, card game tournament, or in consideration of any lottery. However, the provisions of this 18 subdivision do not apply to games, card game tournament, or lotteries conducted in 19 connection with any of the following events: a county fair conducted pursuant to § 7-20 27-3, the state fair conducted pursuant to chapter 1-21, or a civic celebration recognized by resolution or other similar official action of the governing body of a county, or municipality, or village;
 - (5) No prize in excess of two thousand dollars is may be awarded at any one play of bingo, in excess of five thousand dollars for any one player of a card game

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tournament, and no lottery prize is in excess of thirty thousand dollars in value for any lottery. However, a lottery prize of thirty thousand dollars or less in value may also be given to a person who sells a winning lottery ticket or share as long as the winning lottery ticket or share is selected at random;

(6)

- The organizations authorized under subdivision (1) of this section, before conducting a bingo game, card game tournament, or before selling any chances for a lottery shall give thirty days' written notice of the time and place thereof to the governing body of the county or municipality in which it intends to conduct the bingo game, card game tournament, or lottery, and the. The organization may conduct the bingo game, card game tournament, or lottery if the governing body does not pass a resolution objecting thereto. However, any organization that conducts a lottery and the tickets or shares for such the lottery are sold state-wide shall provide written notice of such the lottery pursuant to this subdivision only to the secretary of state and to the governing body where the drawing for such lottery is will be held. A municipality pursuant to § 9-29-5 may by ordinance prohibit within the municipality the sale of lottery tickets or shares for such any lottery issued pursuant to this section; and
- (7) No organization authorized to conduct a bingo game, card game tournament, or lottery under subdivision (1) of this section may enter into any lease or agreement with any other person or organization to provide equipment or services associated with the conduct of a bingo game, card game tournament, or lottery. However, this subdivision does not apply to any lease or agreement with a distributor licensed pursuant to §§ 22-25-28 to 22-25-51, inclusive, to provide bingo, card game tournament, or lottery equipment and supplies.

Section 3. That § 22-25-26 be amended to read as follows:

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1 22-25-26. Any person who conducts <u>a</u> bingo, <u>card game tournament</u>, or lottery in violation

2 of § 22-25-25 is guilty of a Class 2 misdemeanor.